

UNITED STATES BANKRUPTCY COURT

Southern DISTRICT OF New York

In Re. Celsius Network Limited

§
§
§
§

Case No. 22-10966

Lead Case No. 22-10964

Debtor(s)

☒ Jointly Administered

Monthly Operating Report

Chapter 11

Reporting Period Ended: 07/31/2023

Petition Date: 07/13/2022

Months Pending: 13

Industry Classification:

5	2	3	9
---	---	---	---

Reporting Method:

Accrual Basis ☒

Cash Basis ☐

Debtor's Full-Time Employees (current):

6

Debtor's Full-Time Employees (as of date of order for relief):

54

Supporting Documentation (check all that are attached):

(For jointly administered debtors, any required schedules must be provided on a non-consolidated basis for each debtor)

- ☒ Statement of cash receipts and disbursements
- ☒ Balance sheet containing the summary and detail of the assets, liabilities and equity (net worth) or deficit
- ☒ Statement of operations (profit or loss statement)
- ☐ Accounts receivable aging
- ☐ Postpetition liabilities aging
- ☐ Statement of capital assets
- ☐ Schedule of payments to professionals
- ☒ Schedule of payments to insiders
- ☐ All bank statements and bank reconciliations for the reporting period
- ☐ Description of the assets sold or transferred and the terms of the sale or transfer

/s/ Joshua A. Sussberg

Signature of Responsible Party

08/21/2023

Date

Joshua A. Sussberg, P.C.

Printed Name of Responsible Party

601 Lexington Avenue, New York, New York 10022
Address

STATEMENT: This Periodic Report is associated with an open bankruptcy case; therefore, Paperwork Reduction Act exemption 5 C.F.R. § 1320.4(a)(2) applies.

Debtor's Name Celsius Network Limited

Case No. 22-10966

Part 1: Cash Receipts and Disbursements		Current Month	Cumulative
a.	Cash balance beginning of month	\$37,403,815	
b.	Total receipts (net of transfers between accounts)	\$42,337,651	\$65,675,876
c.	Total disbursements (net of transfers between accounts)	\$874,759	\$44,863,995
d.	Cash balance end of month (a+b-c)	\$78,866,707	
e.	Disbursements made by third party for the benefit of the estate	\$0	\$0
f.	Total disbursements for quarterly fee calculation (c+e)	\$874,759	\$44,863,995

Part 2: Asset and Liability Status (Not generally applicable to Individual Debtors. See Instructions.)		Current Month
a.	Accounts receivable (total net of allowance)	\$4,750,571,204
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$75,046,665
c.	Inventory (Book <input checked="" type="radio"/> Market <input type="radio"/> Other <input type="radio"/> (attach explanation))	\$0
d.	Total current assets	\$6,055,198,937
e.	Total assets	\$6,102,726,955
f.	Postpetition payables (excluding taxes)	\$2,428,006
g.	Postpetition payables past due (excluding taxes)	\$0
h.	Postpetition taxes payable	\$0
i.	Postpetition taxes past due	\$0
j.	Total postpetition debt (f+h)	\$2,428,006
k.	Prepetition secured debt	\$0
l.	Prepetition priority debt	\$0
m.	Prepetition unsecured debt	\$13,647,781,802
n.	Total liabilities (debt) (j+k+l+m)	\$13,650,209,808
o.	Ending equity/net worth (e-n)	\$-7,547,482,853

Part 3: Assets Sold or Transferred		Current Month	Cumulative
a.	Total cash sales price for assets sold/transferred outside the ordinary course of business	\$0	\$0
b.	Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$0	\$0
c.	Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)	\$0	\$0

Part 4: Income Statement (Statement of Operations) (Not generally applicable to Individual Debtors. See Instructions.)		Current Month	Cumulative
a.	Gross income/sales (net of returns and allowances)	\$6,253,262	
b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$-769,338	
c.	Gross profit (a-b)	\$7,022,600	
d.	Selling expenses	\$46	
e.	General and administrative expenses	\$25,067,126	
f.	Other expenses	\$714,983	
g.	Depreciation and/or amortization (not included in 4b)	\$0	
h.	Interest	\$326,986	
i.	Taxes (local, state, and federal)	\$0	
j.	Reorganization items	\$0	
k.	Profit (loss)	\$-19,086,542	\$-16,449,596

Debtor's Name Celsius Network Limited

Case No. 22-10966

Part 5: Professional Fees and Expenses

a.			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
	Debtor's professional fees & expenses (bankruptcy) <i>Aggregate Total</i>		\$0	\$15,102,659	\$0	\$13,315,344
	<i>Itemized Breakdown by Firm</i>					
	Firm Name	Role				
i	Akin Gump	Co-Counsel	\$0	\$916,578	\$0	\$741,899
ii	Alvarez & Marsal	Financial Professional	\$0	\$2,961,250	\$0	\$2,369,334
iii	Centerview Partners	Financial Professional	\$0	\$200,754	\$0	\$200,754
iv	Kirkland & Ellis	Lead Counsel	\$0	\$2,993,560	\$0	\$2,409,848
v	Kroll Inc.	Other	\$0	\$236,933	\$0	\$236,933
vi	Latham & Watkins	Special Counsel	\$0	\$2,230,813	\$0	\$1,793,804
vii	Stretto	Other	\$0	\$5,562,772	\$0	\$5,562,772
viii						
ix						
x						
xi						
xii						
xiii						
xiv						
xv						
xvi						
xvii						
xviii						
xix						
xx						
xxi						
xxii						
xxiii						
xxiv						
xxv						
xxvi						
xxvii						
xxviii						
xxix						
xxx						
xxxi						
xxxii						
xxxiii						
xxxiv						
xxxv						
xxxvi						

Case No. 22-10966

Debtor's Name Celsius Network Limited

Case No. 22-10966

lxxix						
lxxx						
lxxxi						
lxxxii						
lxxxii						
lxxxiv						
lxxxv						
lxxxvi						
lxxxvi						
lxxxvi						
lxxxix						
xc						
xc						
xcii						
xciii						
xciv						
xcv						
xcvi						
xcvii						
xcviii						
xcix						
c						
ci						

b.			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
	Debtor's professional fees & expenses (nonbankruptcy) <i>Aggregate Total</i>		\$18,380	\$1,136,726	\$18,380	\$1,136,726
	<i>Itemized Breakdown by Firm</i>					
	Firm Name	Role				
i	A Georgiou and Co LLC	Other	\$0	\$1,265	\$0	\$1,265
ii	Sorainen	Other	\$0	\$4,383	\$0	\$4,383
iii	Taylor Wessing LLP	Other	\$18,380	\$1,124,370	\$18,380	\$1,124,370
iv	Walker Morris LLP	Other	\$0	\$6,708	\$0	\$6,708
v						
vi						
vii						
viii						
ix						
x						
xi						
xii						
xiii						
xiv						

Debtor's Name Celsius Network Limited

Case No. 22-10966

xv						
xvi						
xvii						
xviii						
xix						
xx						
xxi						
xxii						
xxiii						
xxiv						
xxv						
xxvi						
xxvii						
xxviii						
xxix						
xxx						
xxxi						
xxxii						
xxxiii						
xxxiv						
xxxv						
xxxvi						
xxxvii						
xxxviii						
xxxix						
xl						
xli						
xlii						
xliii						
xliv						
xlv						
xlvi						
xlvii						
xlviii						
xl ix						
l						
li						
lii						
liii						
liv						
lv						
lvi						

Debtor's Name Celsius Network Limited

Case No. 22-10966

	lvii					
	lviii					
	lix					
	lx					
	lxi					
	lxii					
	lxiii					
	lxiv					
	lxv					
	lxvi					
	lxvii					
	lxviii					
	lxix					
	lxx					
	lxxi					
	lxxii					
	lxxiii					
	lxxiv					
	lxxv					
	lxxvi					
	lxxvii					
	lxxviii					
	lxxix					
	lxxx					
	lxxxi					
	lxxxii					
	lxxxiii					
	lxxxiv					
	lxxxv					
	lxxxvi					
	lxxxvii					
	lxxxviii					
	lxxxix					
	xc					
	xc i					
	xcii					
	xciii					
	xciv					
	xcv					
	xcvi					
	xcvii					
	xcviii					

Debtor's Name Celsius Network Limited

Case No. 22-10966

c.	xcix						
	c						
All professional fees and expenses (debtor & committees)				\$18,380	\$23,917,938	\$18,380	\$20,637,568

Part 6: Postpetition Taxes**Current Month****Cumulative**

a.	Postpetition income taxes accrued (local, state, and federal)	\$0	\$0
b.	Postpetition income taxes paid (local, state, and federal)	\$0	\$0
c.	Postpetition employer payroll taxes accrued	\$13,259	\$114,802
d.	Postpetition employer payroll taxes paid	\$13,259	\$114,802
e.	Postpetition property taxes paid	\$0	\$0
f.	Postpetition other taxes accrued (local, state, and federal)	\$0	\$0
g.	Postpetition other taxes paid (local, state, and federal)	\$0	\$0

Part 7: Questionnaire - During this reporting period:

- a. Were any payments made on prepetition debt? (if yes, see Instructions) Yes ☒ No ☐
- b. Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions) Yes ☐ No ☒
- c. Were any payments made to or on behalf of insiders? Yes ☒ No ☐
- d. Are you current on postpetition tax return filings? Yes ☒ No ☐
- e. Are you current on postpetition estimated tax payments? Yes ☒ No ☐
- f. Were all trust fund taxes remitted on a current basis? Yes ☒ No ☐
- g. Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions) Yes ☐ No ☒
- h. Were all payments made to or on behalf of professionals approved by the court? Yes ☒ No ☐ N/A ☐
- i. Do you have:
- Worker's compensation insurance? Yes ☒ No ☐
- If yes, are your premiums current? Yes ☒ No ☐ N/A ☐ (if no, see Instructions)
- Casualty/property insurance? Yes ☒ No ☐
- If yes, are your premiums current? Yes ☒ No ☐ N/A ☐ (if no, see Instructions)
- General liability insurance? Yes ☒ No ☐
- If yes, are your premiums current? Yes ☒ No ☐ N/A ☐ (if no, see Instructions)
- j. Has a plan of reorganization been filed with the court? Yes ☒ No ☐
- k. Has a disclosure statement been filed with the court? Yes ☒ No ☐
- l. Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930? Yes ☒ No ☐

Debtor's Name Celsius Network Limited

Case No. 22-10966

Part 8: Individual Chapter 11 Debtors (Only)

- | | | | |
|----|---|-------|-----|
| a. | Gross income (receipts) from salary and wages | _____ | \$0 |
| b. | Gross income (receipts) from self-employment | _____ | \$0 |
| c. | Gross income from all other sources | _____ | \$0 |
| d. | Total income in the reporting period (a+b+c) | _____ | \$0 |
| e. | Payroll deductions | _____ | \$0 |
| f. | Self-employment related expenses | _____ | \$0 |
| g. | Living expenses | _____ | \$0 |
| h. | All other expenses | _____ | \$0 |
| i. | Total expenses in the reporting period (e+f+g+h) | _____ | \$0 |
| j. | Difference between total income and total expenses (d-i) | _____ | \$0 |
| k. | List the total amount of all postpetition debts that are past due | _____ | \$0 |
- l. Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)? Yes ☐ No ☒
- m. If yes, have you made all Domestic Support Obligation payments? Yes ☐ No ☐ N/A ☒

Privacy Act Statement

28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." See 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http://www.justice.gov/ust/eo/rules_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.

/s/ Christopher Ferraro

Signature of Responsible Party

Chief Financial Officer, Interim Chief Executive Officer, Chief
Restructuring Officer, and/or Authorized Signatory
Title

Christopher Ferraro

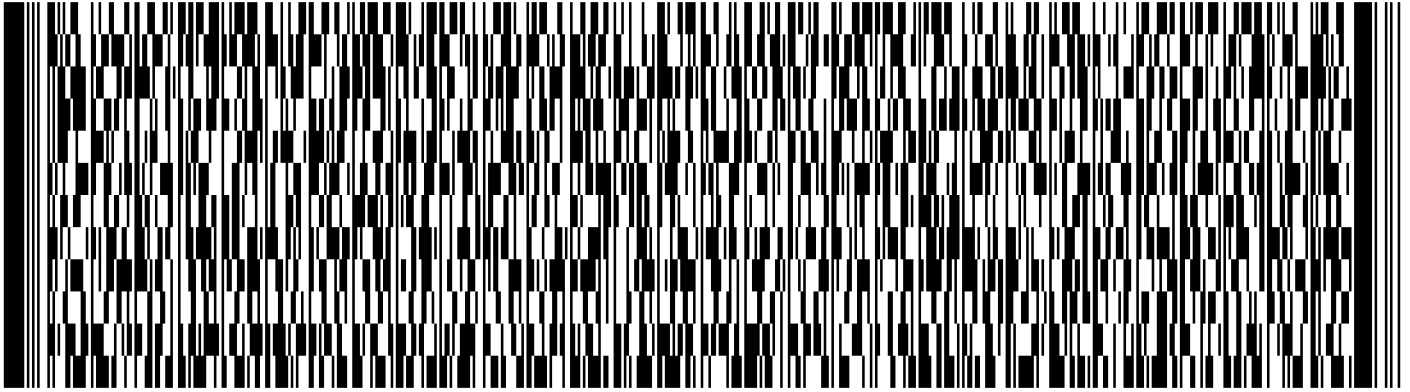
Printed Name of Responsible Party

08/21/2023

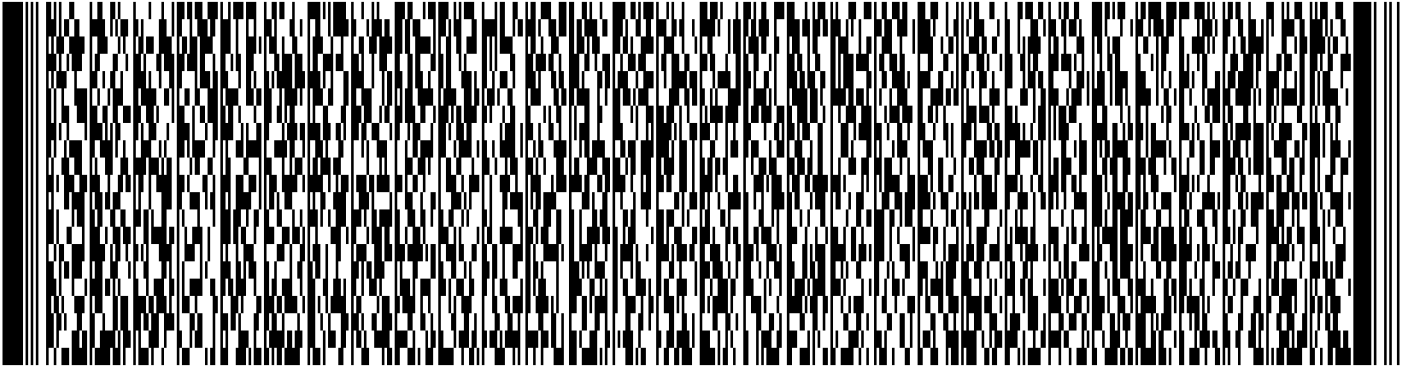
Date

Debtor's Name Celsius Network Limited

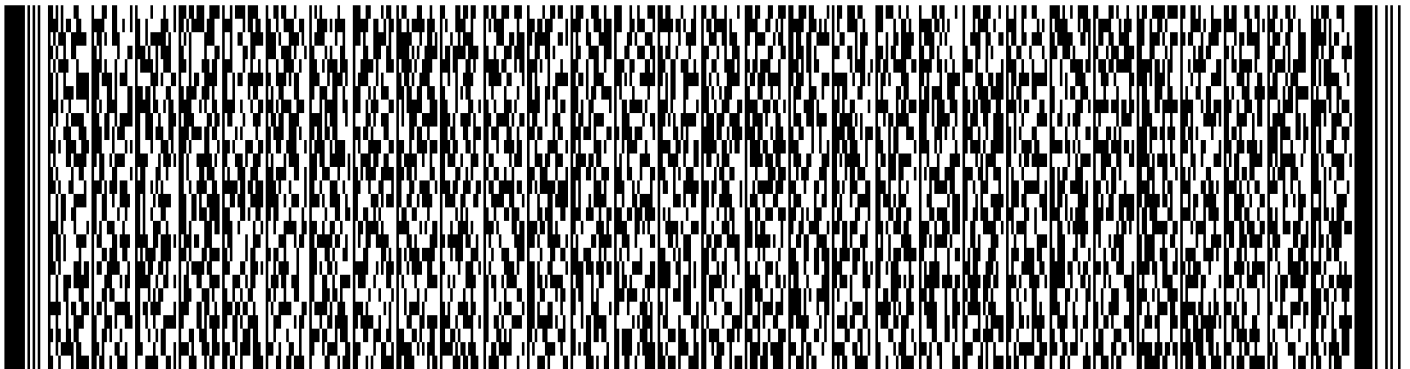
Case No. 22-10966



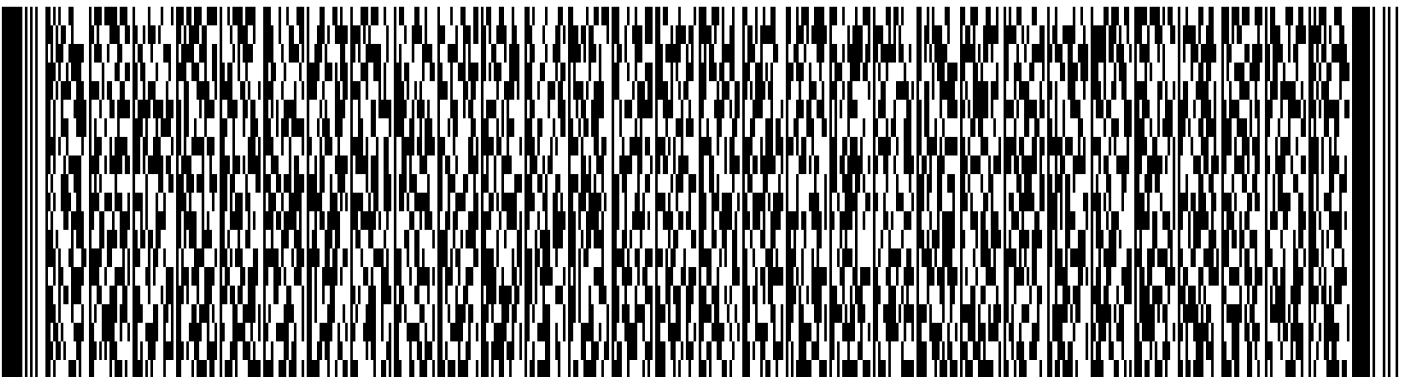
PageOnePartOne



PageOnePartTwo



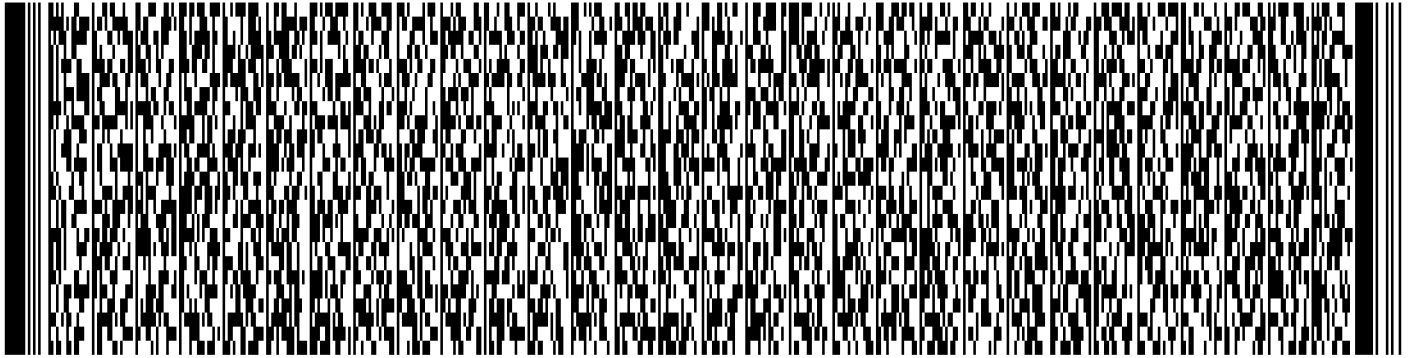
PageTwoPartOne



PageTwoPartTwo

Debtor's Name Celsius Network Limited

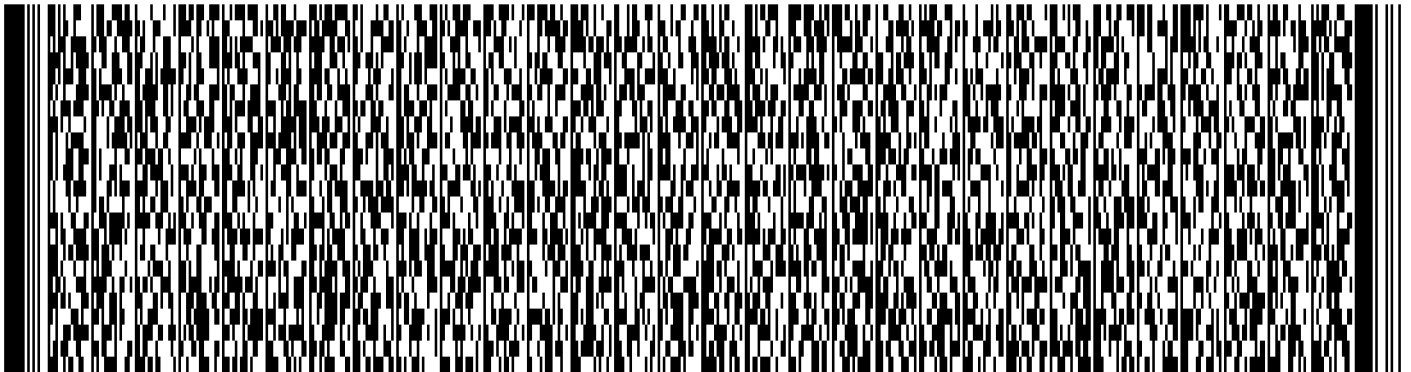
Case No. 22-10966



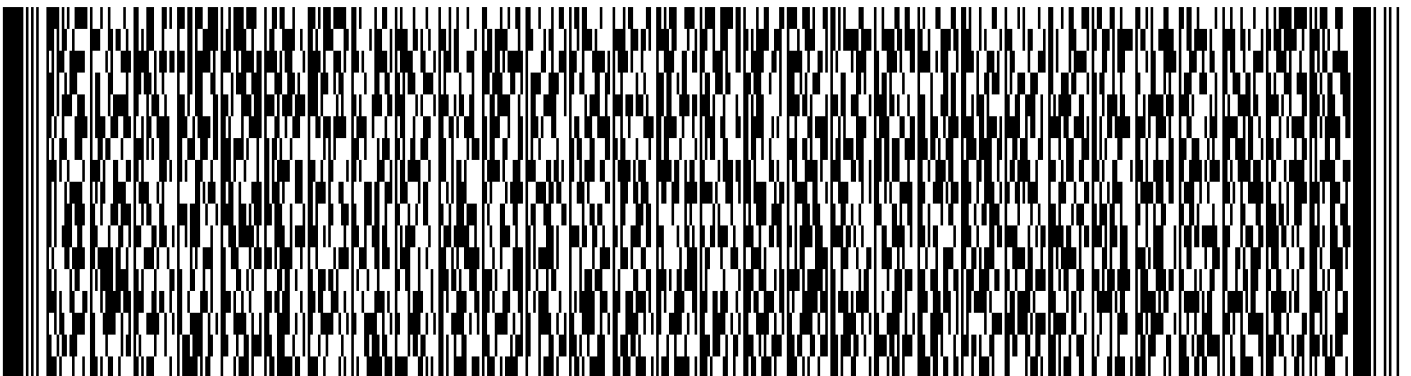
Bankruptcy1to50



Bankruptcy51to100



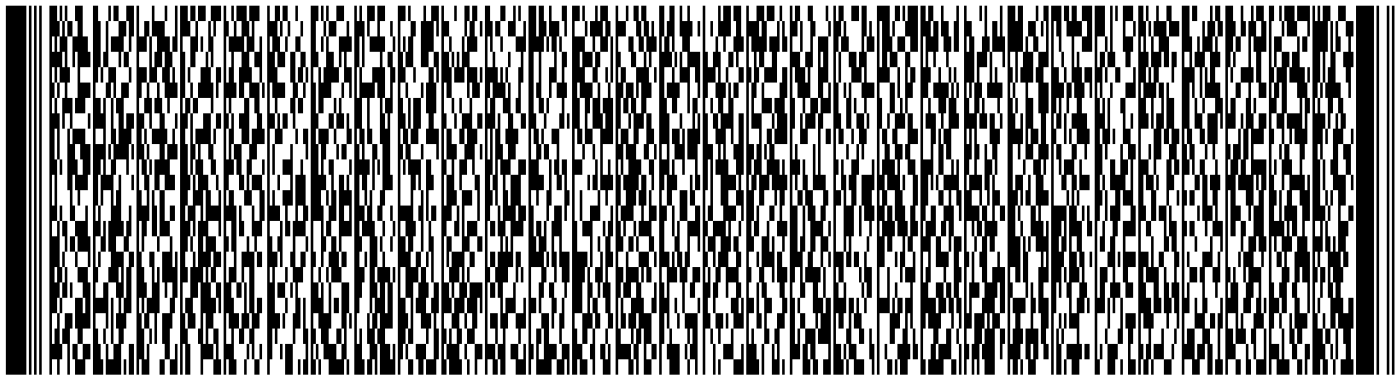
NonBankruptcy1to50



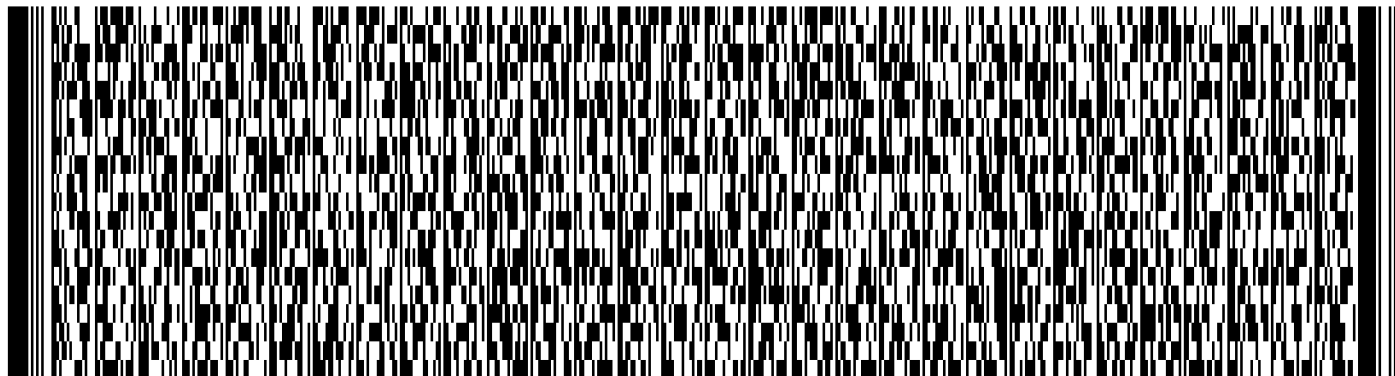
NonBankruptcy51to100

Debtor's Name Celsius Network Limited

Case No. 22-10966



PageThree



PageFour

General Notes

On July 13, 2022 (the “Initial Petition Date”), Celsius Network LLC (“Celsius”) and certain of its affiliates, as debtors and debtors in possession (the “Initial Debtors”), filed voluntary petitions for relief under chapter 11 of the Bankruptcy Code (the “Initial Chapter 11 Cases”) in the United States Bankruptcy Court for the Southern District of New York (the “Court”). On December 7, 2022, GK8 Ltd., GK8 UK Limited, and GK8 USA LLC (the “GK8 Debtors” and, together with the Initial Debtors, the “Debtors”), as debtors and debtors in possession, filed voluntary petitions for relief under chapter 11 of the Bankruptcy Code (the “GK8 Chapter 11 Cases” and, together with the Initial Chapter 11 Cases, the “Chapter 11 Cases”). The Chapter 11 Cases are being jointly administered for procedural purposes only under the lead case *In re Celsius Network LLC*, Case No. 22-10964 (MG) (Bankr. S.D.N.Y.) pursuant to orders entered by the Court on July 19, 2022 [Docket No. 53] and December 8, 2022 [Docket No. 1648]. On July 27, 2022, the United States Trustee for Region 2 (the “U.S. Trustee”) appointed an official committee of unsecured creditors pursuant to section 1102(a) of the Bankruptcy Code [Docket No. 241]. On September 29, 2022, the Court entered an order appointing an examiner [Docket No. 920]. On April 4, 2023, the Court entered an order discharging the examiner [Docket No. 2364]. The Debtors are operating their business and managing their property as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. Additional information about the Chapter 11 Cases, court filings, and claims information is available at the Debtors’ restructuring website: <https://cases.stretto.com/Celsius/>.

On February 21, 2023, the GK8 Debtors completed the sale of substantially all of their assets (the “Sale”) to Galaxy Digital Trading LLC (the “Buyer”) pursuant to the Asset Purchase Agreement dated as of December 2, 2022. Subject to certain adjustments, the aggregate purchase price was \$44 million for the GK8 assets, and included the assumption by the Buyer of certain liabilities of the GK8 Debtors. The sale was approved by the Bankruptcy Court on December 13, 2022 [Docket No. 1686] and closed on February 21, 2023.

General Methodology

The Debtors are filing their Monthly Operating Reports (“MOR”) solely for the purpose of complying with the monthly operating requirements applicable in the Debtors’ Chapter 11 Cases. The financial information contained herein is presented on a preliminary and unaudited basis, limited in scope and, as such, has not been subject to procedures that would typically be applied to financial statements in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”) and does not include all of the information and footnotes required by U.S. GAAP. The MOR should not be relied upon by any persons for information relating to current or future financial condition, events, or performance of any of the Debtors or their affiliates, as the results of operations contained herein are not necessarily indicative of results which may be expected from any other period or for the full year, and may not necessarily reflect the combined results of operations, financial position, and schedule of receipts and disbursements in the future. There can be no assurance that such information is complete, and the MOR may be subject to revision. The following notes, statements, and limitations should be referred to, and referenced in connection with, any review of the MOR.

Basis of Presentation

The financial information contained herein is presented per the Debtors' books and records without, among other things, all adjustments or reclassifications that may be necessary or typical with respect to consolidating financial statements or in accordance with U.S. GAAP. In preparing the MOR, the Debtors relied on financial data derived from their books and records that was available at the time of such preparation. Although the Debtors have made commercially reasonable efforts to ensure the accuracy and completeness of the MOR, subsequent information or discovery may result in material changes to the MOR. As a result, inadvertent errors or omissions may exist. For the avoidance of doubt, nothing contained herein shall constitute a waiver of any rights of the Debtors, including the right to amend the information contained herein, and the Debtors hereby reserve all of their rights, including to amend and/or supplement the MOR as may be necessary or appropriate.

Reservation of Rights

Nothing contained in this MOR shall constitute a waiver or admission by the Debtors in any respect nor shall this MOR or any information set forth herein waive or release any of the Debtors' rights or serve as an admission with respect to the Chapter 11 Cases, or the Debtors' estates, including with respect to, among other things, matters involving objections to claims, substantive consolidation, equitable subordination, defenses, characterization or re-characterization of contracts, assumption or rejection of contracts under the provisions of chapter 3 of the Bankruptcy Code and/or causes of action under the provisions of chapter 5 of the Bankruptcy Code or any other relevant applicable laws to recover assets or avoid transfers. The Debtors are reviewing their assets and liabilities on an ongoing basis, including, without limitation, with respect to intercompany claims and obligations, and nothing contained in this MOR shall constitute a waiver of any of the Debtors' or their affiliates' rights with respect to such assets, liabilities, claims, and obligations that may exist.

Currency

The amounts herein are presented in United States dollars, rounded to the nearest thousand, unless otherwise stated.

Notes to Part 1:

- Cash receipts and disbursements related to intercompany transfers among the Debtors are included with total cash receipts.

Notes to Part 2

- Totals do not include intercompany eliminations for account balances among Debtor and non-Debtor affiliates.
- Intercompany charges including interest, transfer pricing, and other adjustments are not included in the reported amounts.
- Priority unsecured claims at GK8 Ltd. amount to 56,300 of CEL tokens for employee compensation. These amounts are not listed in the GK8 Ltd. MOR as they are undetermined.

- Prepetition liabilities reflect liabilities included in Liabilities Subject to Compromise on the Debtors' balance sheets, as well as other liabilities which may be uncompromised pursuant to the relief granted under the interim and final orders (as applicable) of the Court granting the Debtors' "first day motions." Prepetition and post-petition balances of uncompromised liabilities are an estimate given that the Debtors do not have processes in place to close their books and records during the middle of the month.
 - The Debtors previously scheduled account holder claims at each Debtor entity as part of the Debtors' Schedules of Assets and Liabilities filed on October 5, 2022 and January 20, 2023 [Case No. 22-10964, Docket Nos. 973, 974; Case No. 22-10965, Docket Nos. 5, 6; Case No. 22-10966, Docket Nos. 6, 7; Case No. 22-10967, Docket Nos. 4, 5; Case No. 22-10968, Docket Nos. 4, 5; Case No. 22-10969, Docket No. 4, 5; Case No. 22-10970, Docket Nos. 4, 5; Case No. 22-10971, Docket No. 4, 5; Case No. 22-11643, Docket Nos. 4, 5; Case No. 22-11644, Docket Nos. 4, 5; Case No. 22-11645, Docket Nos. 4, 5] (the "Schedules"). Please refer to Paragraph 2 of the Global Notes and Overview Methodology included as part of the Schedules for additional information with respect to the scheduling of such claims.
 - After the Debtors scheduled account holder claims as described above, the Court issued the *Memorandum Opinion Regarding Which Debtor Entities Have Liability for Customer Claims Under the Terms of Use* [Docket No. 2205] (the "Claims Opinion"). The Debtors amended the Schedules to account for the Claims Opinion [Case No. 22-10964, Docket No. 2311; Case No. 22-10965, Docket No. 14; Case No. 22-10966, Docket No. 15; Case No. 22-10967, Docket No. 15; Case No. 22-10968, Docket No. 13; Case No. 22-10969, Docket No. 13; Case No. 22-10970, Docket No. 13; Case No. 22-10971, Docket No. 13; Case No. 22-11643, Docket No. 9; Case No. 22-11644, Docket No. 9; Case No. 22-11645, Docket No. 9].

Notes to Part 3

- Intercompany charges including interest, transfer pricing, and other adjustments are not included in the reported amounts.

Notes to Part 5:

- The Debtors are paying retained estate professionals in accordance with the *Order (I) Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Retained Professionals and (II) Granting Related Relief* [Docket No. 521]. The Debtors are paying ordinary course professionals in accordance with the *Order Authorizing the Retention and Compensation of Professionals Utilized in the Ordinary Course of Business* [Docket No. 519].

Notes to Part 7:

- Pursuant to the relief requested under certain "first day motions" and granted under related orders, certain payments have been made on account of prepetition obligations as they come due in the ordinary course, including employee-related obligations, tax obligations and lien claimant, foreign vendor, and critical vendor obligations. Where applicable, details of these payments have been delivered to the required notice parties in accordance with the reporting requirements contained within the first day orders.

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re: Celsius Network LLC, et al.
Case No.: 22-10964

July 2023 Cash Receipts and Disbursements ⁽¹⁾

\$ in USD (000's)

	Case No.: Debtor:	22-10966	22-10968	22-10965	22-10964	22-10970	22-10969	22-10971	22-10967	22-11643	22-11645	22-11644	
		Combined Debtor	Celsius Network	Celsius Mining	Celsius	Celsius Network	Celsius Lending	Celsius Networks	Celsius US				
		Entities	Limited	LLC	Network Inc.	LLC	LLC	Lending LLC	Holding LLC	Celsius KeyFi LLC	GK8 Ltd.	GK8 UK Limited	GK8 USA LLC
Beginning Cash Balance	\$125,975	\$37,404	\$47,435	\$895	\$1,330	\$15	–	–	–	\$38,896	–	–	
Receipts	83,986	74,538	9,067	–	0	–	–	–	–	381	–	–	
Disbursements ⁽²⁾	(76,028)	(875)	(17,714)	(0)	(31,867)	–	–	–	–	(25,573)	–	–	
Intercompany Activity	–	(32,200)	–	–	32,200	–	–	–	–	–	–	–	
Ending Cash Balance	\$133,933	\$78,867	\$38,789	\$895	\$1,663	\$15	–	–	–	\$13,704	–	–	
Float	4	0	0	–	5	0	–	–	–	(1)	–	–	
Ending Book Cash	\$133,937	\$78,867	\$38,789	\$895	\$1,668	\$15	–	–	–	\$13,703	–	–	

Notes:

⁽¹⁾ In U.S. Trustee forms, amounts are included as Receipts to avoid inclusion in the quarterly U.S. Trustee fee calculations.

⁽²⁾ Pursuant to the Order (I) Approving the Settlement By and Among the Debtors, the Committee, and the Consenting Series B Preferred Holders and (II) Granting Related Relief [Docket No. 3058], proceeds from the GK8 sale were used to fund distributions to initial settling holders of Series B preferred equity interests.

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re: Celsius Network LLC, et al.
Case No.: 22-10964
July 2023 Income Statement ⁽¹⁾

\$ in USD ('000's)

	Case No: Debtor:	22-10966 Celsius Network Limited	22-10968 Celsius Mining LLC	22-10965 Celsius Network Inc.	22-10964 Celsius Network LLC	22-10969 Celsius Networks Lending LLC	22-10970 Celsius Lending LLC	22-10971 Celsius US Holding LLC	22-10967 Celsius KeyFi LLC	22-11643 GK8 Ltd.	22-11645 GK8 UK Limited	22-11644 GK8 USA LLC
Income from Deployed Assets		—	—	—	4,045	—	—	—	—	—	—	—
Lending Income		396	—	—	—	—	—	—	—	—	—	—
Crypto Realized and Unrealized Gains / (Losses) ⁽²⁾		874	71	—	180,875	9,673	37,301	—	—	—	—	—
Other Revenue ⁽³⁾⁽⁴⁾		730	11,227	—	—	—	—	—	—	(1)	—	—
Total Revenue		2,000	11,299	—	184,920	9,673	37,301	—	—	(1)	—	—
Provision for Doubtful Accounts/Writeoffs ⁽⁵⁾		5,127	—	—	—	—	—	—	—	—	—	—
Borrowing Expense		326	—	—	—	—	—	—	—	—	—	—
Wages & Benefits		88	107	—	1,350	—	—	—	—	—	—	—
General & Administrative Expenses ⁽⁶⁾		628	24,218	540	264	—	—	—	—	1	—	—
Taxes (excl. payroll tax)		56	336	—	1	—	—	—	—	—	—	—
Other Expenses		241	—	—	1,378	—	—	—	—	14	—	—
Total Expenses		1,338	24,661	540	2,993	—	—	—	—	15	—	—
Restructuring Charges ⁽⁷⁾⁽⁸⁾		24,875	—	—	25,538	—	—	—	—	—	—	—
Net Income		(19,087)	(13,362)	(540)	156,388	9,673	37,301	—	—	(16)	—	—

(1) Intercompany charges (including interest, transfer pricing, and other adjustments) are not included in the stand alone amounts.

(2) According to IFRS standards, intangible assets (primarily cryptocurrency) are remeasured through equity while intangible liabilities are remeasured through the income statement. As such, certain changes in liabilities are offset by certain changes in equity.

For the period from 7/1/23 to 7/31/23, the change in intangible assets was approximately \$164 million.

(3) Other Revenue as to Celsius Network Limited consists of changes in fair market value of investments excluding intangible assets.

(4) Other Revenue as to Celsius Mining LLC consists of \$11.2 million of BTC mining revenue and \$38,000 thousand of bank interest income. See standalone P&L for mining.

(5) Provisions for Doubtful Accounts/Writeoffs as to Celsius Network Limited is driven by a write down of certain non performing loans.

(6) General & Administrative Expenses as to Celsius Mining LLC includes \$16 million of depreciation and \$6 million related to hosting services.

(7) Restructuring Charges as to Celsius Network Limited includes the distributions to initial settling holders of Series B Preferred equity interests amounting to \$24.9 million.

(8) Restructuring Charges as to Celsius Network LLC includes cash expenses of \$3.8 million for NewCo stalking horse bidder expenses and \$2.7 million related to the backup stalking horse bidder expenses.

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re: Celsius Network LLC, et al.
Case No.: 22-10964

July 2023 Unconsolidated Balance Sheet ⁽¹⁾⁽²⁾

\$ in USD (000's)

Case No: Debtor:	22-10966 Celsius Network Limited	22-10968 Celsius Mining LLC	22-10965 Celsius Network Inc.	22-10964 Celsius Network LLC	22-10970 Celsius Lending LLC	22-10969 Celsius Networks Lending LLC	22-10971 Celsius US Holding LLC	22-10967 Celsius KeyFi LLC	22-11643 GK8 Ltd.	22-11645 GK8 UK Limited	22-11644 GK8 USA LLC
Bank Balances	78,867	38,789	895	1,668	15	—	—	—	13,703	—	—
Investments	10,814	—	—	—	—	—	—	—	—	—	—
Cryptocurrency Holdings	1,093,409	3,157	(849)	1,906,543	—	—	—	—	—	—	—
Loans Receivable (current)	548,252	—	2	—	194,843	83,696	—	—	—	—	—
Loan Loss Reserve	(473,205)	—	—	—	—	—	—	—	—	—	—
Intercompany Receivables	4,790,532	14	28,030	13,016,029	683,267	1,041,424	3,631	4,632	—	—	—
Other Current Assets	6,531	102,847	490	628	2,772	2,765	179	—	8	—	—
Total Current Assets	6,055,199	144,806	28,568	14,924,868	880,896	1,127,885	3,809	4,632	13,711	—	—
Fixed Assets	—	401,904	—	201	—	—	—	—	—	—	—
Loans Receivable (long term)	—	—	—	—	126,499	5,387	—	—	—	—	—
Other Assets	47,528	265	55,072	—	—	—	112,351	—	—	—	—
Total Assets	6,102,727	546,976	83,640	14,925,069	1,007,395	1,133,272	116,160	4,632	13,711	—	—
Accounts Payable	1,489	7,909	445	10,512	34	—	—	—	—	—	—
Accrued Expenses	119,107	7,797	509	69,885	—	—	6,736	—	5,737	—	—
User Balances	9,167	—	—	5,513,800	—	—	—	—	—	—	—
Borrowings	85,168	—	—	0	—	—	—	—	—	—	—
Collateral Payable	22,785	—	—	—	852,856	227,827	—	—	—	—	—
Intercompany Payables	12,795,709	3,640	33,135	5,446,315	(169,674)	541,247	121,406	1	2,707	—	—
Other Current Liabilities	—	35	—	—	—	—	—	—	—	—	—
Total Current Liabilities	13,033,424	19,381	34,089	11,040,513	683,216	769,074	128,142	1	8,444	—	—
Other Long Term Liabilities	616,786	11,258	—	—	—	—	—	—	—	—	—
Intercompany Payables	—	699,751	—	—	—	—	—	—	—	—	—
Total Liabilities	13,650,210	730,390	34,089	11,040,513	683,216	769,074	128,142	1	8,444	—	—
Total Equity	(7,547,483)	(183,414)	49,551	3,884,556	324,179	364,198	(11,981)	4,632	5,267	—	—
Total Liabilities & Equity	6,102,727	546,976	83,640	14,925,069	1,007,395	1,133,272	116,160	4,632	13,711	—	—
Memo: Liabilities Subject to Compromise ⁽³⁾	13,647,782	714,540	32,392	10,746,286	683,212	769,074	126,916	28,335	2,707	—	—

(1) Intercompany charges (including interest and other adjustments) are not included in the stand alone amounts.

(2) There are ongoing movements to the Celsius Mining LLC balance sheet accounts related to audit prep work.

(3) Included in liabilities shown above.

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re: Celsius Network LLC, et al.

Case No.: 22-10964

July 2023 Payments to Insiders

\$ in USD

Employee	Title	Debtor	Payment Type	Amount
David Albert	Chief Administrative Officer	Celsius Mining LLC	Wages	\$21,538
David Albert	Chief Administrative Officer	Celsius Mining LLC	Expenses	\$3,478
Jenny Fan	Chief Financial Officer	Celsius Mining LLC	Wages	\$23,077
Patrick Holert	Chief Operating Officer	Celsius Mining LLC	Wages	\$21,154
Quinn Lawlor	Chief Strategy Officer	Celsius Mining LLC	Wages	\$19,231
David Barse ⁽¹⁾	Director	Celsius Network Limited	Wages	\$57,500
Alan Carr ⁽¹⁾	Director	Celsius Network Limited	Wages	\$42,500
Alan Carr	Director	Celsius Network Limited	Expenses	\$560
Christopher Ferraro	Chief Financial Officer, Chief Restructuring Officer, and Interim Chief Executive Officer	Celsius Network LLC	Wages	\$57,692
Christopher Ferraro	Chief Financial Officer, Chief Restructuring Officer, and Interim Chief Executive Officer	Celsius Network LLC	Expenses	\$80
Guillermo Bodnar	Chief Technology Officer	Celsius Network LLC	Wages	\$38,462
Oren Blonstein	Chief Compliance Officer	Celsius Network LLC	Wages	\$26,923
Ron Deutsch	General Counsel	Celsius Network LLC	Wages	\$24,615
Ron Deutsch	General Counsel	Celsius Network LLC	Expenses	\$405
Adrian Alisie	Head of Business Operations	Celsius Network LLC	Wages	\$23,077
Trunshedda Ramos	Chief Human Resources Officer	Celsius Network LLC	Wages	\$24,615
Brendan Gunn	Director - AUS Pty Ltd.	Celsius Network Limited	Wages	\$2,821

(1) Payments made to independent directors reflect solely amounts paid this month. The amounts vary month over month due to invoice timing and may relate to more than one month.

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re: Celsius Network LLC, et al.
Case No.: 22-10964
July 2023 Prepetition Payments

\$ in USD

Category	Final Order Relief	Petition through December Spend	January through June '23 Spend	July Spend				Total July Spend	Remaining Relief
				22-10966 Celsius Network Limited	22-10968 Celsius Mining LLC	22-11643 GK8 Ltd.	22-10964 Celsius Network LLC		
Wages	1,095,000	703,291	49,634	-	-	-	-	-	342,075
Critical Vendors	6,523,422	760,961	77,176	5,007	-	-	-	5,007	5,680,277
Insurance		-	-	-	-	-	-	-	-
Taxes	22,028,200	219,673	-	-	532,636	-	-	532,636	21,275,890